STATE OF IOWA

DEPARTMENT OF COMMERCE

UTILITIES BOARD

IN RE:

DOCKET NO. TF-99-207

INTERSTATE POWER COMPANY

ORDER APPROVING TARIFF

(Issued July 30, 1999)

On July 8, 1999, Interstate Power Company (Interstate) filed with the Utilities Board (Board) proposed revisions to its interruptible service tariff, identified as TF-99-207. Part of the proposed revisions would apply to new customers only and reduces the amount of interruptible discounts. Interstate states the reduced discounts are consistent with its avoided costs. In addition, the proposed revisions require all interruptible customers to confirm their contract firm demand level by January 1 and pay back credits if service is cancelled. Interstate said these changes would facilitate its supply planning for the upcoming year. Interstate has notified existing large power and light customers of the proposed changes. No objections to the proposed tariff have been filed.

The Board will approve the proposed tariff. The reduced discounts for new interruptible customers appear consistent with Interstate's avoided costs. The other changes, which apply to all interruptible customers, will facilitate Interstate's supply planning. The changes are consistent with changes to IES Utilities Inc.'s interruptible tariff approved by the Board on July 27, 1999, in Docket No. TF-99-194.

The Board notes that Interstate is subject to a rate freeze related to its merger with IES Utilities Inc. and Wisconsin Power and Light. Interstate is not reducing interruptible credits for existing interruptible customers because additional revenues would result.

IT IS THEREFORE ORDERED:

Tariff filing TF-99-207 is approved, effective August 10, 1999, subject to complaint or investigation.

	UTILITIES BOARD
	/s/ Allan T. Thoms
ATTEST:	/s/ Susan J. Frye
/s/ Raymond K. Vawter, Jr. Executive Secretary	
Dated at Des Moines, Iowa, this 30 th day of July, 1999.	